1968 No. 455

INCOME TAX

DOUBLE TAXATION RELIEF

The Transitional Relief for Interest and Royalties paid to Non-Residents (Extension of Period) Order 1968

Laid before the House of Commons in draft

Made - - - 21*st March* 1968

Coming into Operation 1*st April* 1968

Whereas a draft of this Order was laid before the Commons House of Parliament and approved by resolution:

Now, therefore, the Lords Commissioners of Her Majesty's Treasury, in exercise of the power conferred on them by section 32(1) of the Finance Act 1966(a) hereby make the following Order:—

1. This Order may be cited as the Transitional Relief for Interest and Royalties paid to Non-Residents (Extension of Period) Order 1968.

2. The period referred to in section 32(1) of the Finance Act 1966 shall be extended to comprise the financial year 1968 in relation to residents in all overseas territories.

E. Alan Fitch,
Harry Gourlay,

Two of the Lords Commissioners of Her Majesty's Treasury.

21st March 1968.

(a) 1966 c. 18.

EXPLANATORY NOTE

(This Note is not part of the Order.)

This Order extends by one year the period during which relief is available under section 32, Finance Act 1966. This section ensures that certain payments to non-residents which are relieved from United Kingdom income tax under a Double Taxation Agreement are not treated as distributions for corporation tax purposes in the hands of the United Kingdom company making them. The relief was originally given for the financial years 1966 and 1967, but provision was made in subsection 1 of the section for the extension of this period.